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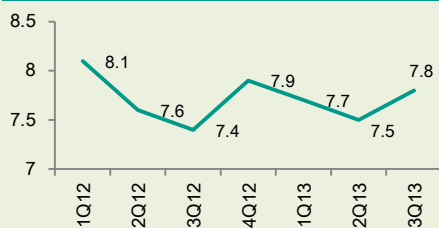
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Exhibit 1: China's quarterly GDP in 1Q12-3Q13 (% YoY)

Source(s): National Bureau of Statistics, Bloomberg

Exhibit 2: 3Q13 economic indicators

YoY% or otherwise specified	3Q 2013	2Q 2013	1Q 2013
GDP	7.8	7.5	7.7
CPI	2.8	2.4	2.4
PPI	(1.7)	(2.7)	(1.7)
Exports	3.9	3.7	18.4
Imports	8.4	5.0	8.4
Trade Balance (US\$/bn)	61.5	65.7	43.1
FAI (YTD%)	20.2	20.1	20.9
Industrial production	10.1	9.1	9.5
Retail Sales	13.4	13.0	12.4
M2	14.2	14.0	15.7
New loans (RMB/bn)	2198.2	2,320.8	2,750

Source(s): National Bureau of Statistics, Bloomberg, ABCI Securities

Exhibit 3: September economic indicators

YoY% or otherwise specified	September 2013	August 2013
CPI	3.1	2.6
PPI	(1.3)	(1.6)
Exports	(0.3)	7.2
Imports	7.4	7.0
Trade Balance (US\$/bn)	15.2	28.5
FAI (YTD%)	20.2	20.3
Industrial production	10.2	10.4
Retail Sales	13.3	13.4
M2	14.2	14.7
New loans (RMB/Bn)	787.0	711.3

Source(s): National Bureau of Statistics, Bloomberg

3Q13 economy: Steady up

China posted a solid GDP growth of 7.8% YoY in 3Q13 (+ 0.3% QoQ). FAI, retail sales and industrial production advanced in 3Q13, showing that China's economy continues to gain momentum. Entering 4Q13, proactive economic reforms to support domestic demand will be the key to sustain growth and we expect GDP growth in 2013 will reach 7.6%.

Steady GDP growth indicates policy consistency in the future.

GDP growth in 3Q13 hit 7.8% YoY, the highest so far this year. With major GDP drivers strengthening, we believe the Chinese government is likely to maintain its key policy objective to facilitate economic rebalancing. We believe the government will maintain an accommodative policy stance. More emphasis will be placed on enhancing reform efforts in key policy areas and sustainable economic growth.

FAI remained strong. YTD FAI in September grew 20.2% YoY. The real estate market is reviving, with YTD Investment in the sector grew 19.7% YoY in September compared to 19.3% YoY in August. YTD floor space under construction and newly started floor space grew 15% YoY and 7.3% YoY (respective figures in August: +14.4% YoY ; +4% YoY). We expect improvement in the real estate sector and the government's commitment to invest in railway and other urban infrastructure will continue to sustain the overall FAI growth.

Industrial production moderated in September. Industrial production grew 10.2% YoY, slightly lower than August (+10.4% YoY). The slower growth was mainly attributed to the average daily electricity generation, which declined 10.7% MoM. We believe production in the manufacturing sectors will grow stably on accelerating domestic consumption.

Retail sales growth improved in 3Q13. Retail sales grew 13.4% YoY in 3Q13, exceeding the 13.0% growth in 2Q13. For September only, retail sales grew 13.3% YoY. The breakdown of September's retail sales shows that most product categories grew at rates similar to August. Growth in "Sports and recreational articles" swung back to black to increase 6.6% YoY in September. "Automobile" also recorded impressive growth of 13.2% YoY and 14.6% MoM. We believe that retail sales will continue to improve for the rest of the year.

Surging inflation is temporary. China's CPI surged to seven-month high to 3.1% YoY in September from 2.6% YoY in August, driven mainly by rising food prices, especially prices for vegetable, due to extreme weather conditions, as well as the low-base effect. PPI improved to -1.3% YoY vs. -1.6% YoY in August. Nonetheless, we believe the inflationary pressure is temporary and manageable and monetary stance of the PBOC will remain accommodative.

Trade data reflects stronger domestic demand. Export growth in September declined slightly (-0.3% YoY), raising questions about the sustainability of global economic recovery. Import growth accelerated by 7.4%YoY in September (+7.0% YoY in August), however, indicating that domestic demand has been recovering. As the U.S. temporarily resolves its fiscal problems and Eurozone's economy continues to make strides, we believe China's external trade will demonstrate healthy growth for the rest of 2013.



China Economic Indicators

	2012				2013								
	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Real GDP (YoY%)	7.4	---	---	7.9	---	---	7.7	---	---	7.5	---	---	7.8
Export Growth (YoY%)	9.9	11.6	2.9	14.1	25.0	21.8	10.0	14.7	1.0	(3.1)	5.1	7.2	(0.3)
Import Growth (YoY%)	2.4	2.4	0	6	28.8	(15.2)	14.1	16.8	(0.3)	(0.7)	10.9	7.0	7.4
Trade Balance (USD/bn)	27.45	32.11	19.63	31.6	29.2	15.3	(0.9)	18.2	20.4	27.1	17.8	28.5	15.2
Retail Sales Growth (YoY%)	14.2	14.5	14.9	15.2		12.3	12.6	12.8	12.9	13.3	13.2	13.4	13.3
Industrial Production (YoY%)	9.2	9.6	10.1	10.3		9.9	8.9	9.3	9.2	8.9	9.7	10.4	10.2
PMI - Manufacturing (%)	49.8	50.2	50.6	50.6	50.4	50.1	50.9	50.6	50.8	50.1	50.3	51.0	51.1
PMI - Non-manufacturing (%)	53.7	55.5	55.6	56.1	56.2	54.5	55.6	54.5	54.3	53.9	54.1	53.9	55.4
FAI(YTD) (YoY%)	20.5	20.7	20.7	20.6		21.2	20.9	20.6	20.4	20.1	20.1	20.3	20.2
CPI (YoY%)	1.9	1.7	2	2.4	2.0	3.2	2.1	2.4	2.1	2.7	2.7	2.6	3.1
PPI (YoY%)	(3.6)	(2.8)	(2.2)	(1.9)	(1.6)	(1.6)	(1.9)	(2.6)	(2.9)	(2.7)	(2.3)	(1.6)	(1.3)
M2 (YoY%)	14.8	14.1	13.9	13.8	15.9	15.2	15.7	16.1	15.8	14.0	14.5	14.7	14.2
New Lending (RMB/bn)	623.2	505.2	522.9	454.3	1070.0	620.0	1060.0	792.9	667.4	860.5	699.9	711.3	787.0

World Economic/Financial Indicators

Equity Indices				Global Commodities				Bond Yields & Key Interest Rates			
	Closing price	Chg. WTD (%)	P/E	Unit	Price	Chg. WTD (%)	Volume (5-day avg.)		Yield (%)	Chg. WTD (%)	
U.S.				Energy							
DJIA	15,371.65	0.88	15.00	NYMEX WTI	USD/bbl	100.66	(1.33)	242,194	US Fed Fund Rate	0.25	0.00
S&P 500	1,733.15	1.76	16.64	ICE Brent Oil	USD/bbl	109.23	(1.84)	118,201	US Prime Rate	3.25	0.00
NASDAQ	3,863.15	1.88	23.30	NYMEX Natural Gas	USD/MMBtu	3.69	(2.17)	124,849	US Discount Window	0.75	0.00
MSCI US	1,661.13	1.81	16.85	Australia Newcastle Steam Coal Spot fob ²	USD/Metric Tonne	78.65	N/A	N/A	US Treasury (1 Mth)	0.0152	(93.88)
Europe				Basic Metals							
FTSE 100	6,595.64	1.67	19.69	LME Aluminum Cash	USD/MT	1,804.00	(1.74)	78,529	US Treasury (5 Yr)	1.2980	(8.43)
DAX	8,816.51	1.05	15.08	LME Aluminum 3-mth. Rolling Fwd.	USD/MT	1,850.00	(1.67)	33,213	US Treasury (10 Yr)	2.5523	(5.02)
CAC40	4,249.19	0.69	18.16	CMX Copper Active	USD/lb.	331.40	1.38	48,578	Japan 10-Yr Gov. Bond	0.6200	(5.63)
IBEX 35	9,940.70	2.82	62.47	LME Copper 3-mth Rolling Fwd.	USD/MT	7,230.00	0.42	51,597	China 10-Yr Gov. Bond	4.0700	0.74
FTSE MIB	19,195.04	1.65	615.7	TSI CFR China Iron Ore Fines Index ³	USD	134.40	0.98	N/A	ECB Rate (Refinancing)	0.50	0.00
Stoxx 600	316.68	1.63	20.59	Precious Metals							
MSCI UK	1,943.08	1.34	19.46	CMX Gold	USD/T. oz	1,316.90	3.84	176,454	1-Month LIBOR	0.1821	0.00
MSCI France	117.80	0.31	21.61	CMX Silver	USD/T. oz	21.92	3.09	45,592	3 Month LIBOR	0.2421	(0.64)
MSCI Germany	120.75	1.01	14.14	NYMEX Platinum	USD/T. oz	1,434.40	4.27	10,269	O/N SHIBOR	3.0010	(3.19)
MSCI Italy	54.98	1.74	122.3	Agricultural Products							
Asia				CBOT Corn	USD/bu	445.25	2.77	109,275	3-Month HIBOR	0.3836	(0.19)
NIKKEI 225	14,561.54	1.09	24.12	CBOT Wheat	USD/bu	694.25	0.29	43,427	Corporate Bonds (Moody's)		
S&P/ASX 200	5,321.47	1.73	23.05	NYB-ICE Sugar	USD/lb.	18.95	0.11	56,303	Aaa	4.57	(0.22)
HSI	23,340.10	0.52	10.81	CBOT Soybeans	USD/bu.	1,296.50	2.35	121,441	Baa	5.35	(0.56)
HSCEI	10,644.04	0.60	8.39								
CSI300	2,426.05	(1.72)	11.73								
SSE Composite	2,193.78	(1.54)	11.47								
SZSE Composite	1,074.13	(1.22)	30.53								
MSCI China	62.26	(0.30)	10.08								
MSCI Hong Kong	12,096.39	(0.11)	10.99								
MSCI Japan	744.99	0.81	19.58								

Currency

	Euro/USD	GBP/USD	AUD/USD	USD/JPY	USD/CHF	USD/CNY	USD/HKD	USD/CNY NDF 12-Mth
Spot Rate	1.3687	1.6191	0.9649	97.81	0.9021	6.0977	7.7537	6.1510
Chg. WTD (%)	1.06	1.47	1.91	0.79	1.09	0.34	0.01	0.17

Note:

- Data sources: Bloomberg Finance LP, National Bureau of Statistics of China, ABCIS (updated on date of report)
- Australia Newcastle Steam Coal Spot fob is the Australia Newcastle 6700 kc GAD fob Steam Coal Spot price published by McCloskey
- TSI CFR China Iron Ore Fines Index is calculated with the 62% Fe specification, spot price



Disclosures

Analyst Certification

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Definition of equity rating

Rating	Definition
Buy	Stock return \geq Market return rate
Hold	Market return – 6% \leq Stock return < Market return rate
Sell	Stock return < Market return – 6%

Stock return is defined as the expected % change of share price plus gross dividend yield over the next 12 months

Market return: 5-year average market return rate from 2007-2011

Time horizon of share price target: 12-month

Definition of share price risk

Rating	Definition
Very high	$2.6 \leq 180$ day volatility/180 day benchmark index volatility
High	$1.5 \leq 180$ day volatility/180 day benchmark index volatility < 2.6
Medium	$1.0 \leq 180$ day volatility/180 day benchmark index volatility < 1.5
Low	180 day volatility/180 day benchmark index volatility < 1.0

We measure share price risk by its volatility relative to volatility of benchmark index. Benchmark index: Hang Seng Index.

Volatility is calculated from the standard deviation of day to day logarithmic historic price change. The 180-day price volatility equals the annualized standard deviation of the relative price change for the 180 most recent trading days closing price.

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